Form 3160-3 (August 1999)

UND STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0136 Expires: November 30, 2000

APPLICATION FOR PERMIT TO DRI	5.	5. Lease Serial No.			
		14-20-H62-3032			
la. Type of Work X DRILL REEL	NTER	6.	If Indian, Allotee or	Tribe Name	
1b. Type of Well Gran Well Gran Well Gran Well Gran Well		1 7	Ute Tribe 7. Unit or CA Agreement Name and No.		
16. Type of Well Oil Well Gas Well Other	Single Zone Multiple Zon	e / '	•		
2. Name of Operator		8.	CA #9C-000179 Lease Name and We		
Coastal Oil & Gas Corporation			Ouray #6-166		
3a. Address	3b. Phone No. (include area co	de) 9.	API Well No.		
P.O. Box 1148, Vernal, UT 84078	(435) -781-7023		43-047	-33999	
4. Location of Well (Report location clearly and in accordance with any	y State equirements)*	10.	Field and Pool, or E	xploratory	
At surface NW NW	4436204 H 619176 E		Ouray		
At managed and gone	1.1917/ E	111.	Sec., T., R., M., or I	Blk. and Survey or Area	
At proposed prod. zone 971'FNL & 759'FWL	0.1.102		Lot 4, Section	on 6-T9S-R21E	
14. Distance in miles and direction from nearest town or post office*		12.	County or Parish	13.State	
9.1 Miles Southeast of	f Ouray, Utah	Ui	ntah	Utah	
15. Distance from proposed*	16. No. of Acres in lease	17. Spacia	ng Unit dedicated to	this well	
location to nearest					
property or lease line, ft. 759 ' (Also to nearest drg. unit line, if any)	166.41		341.38		
	10 Promond Donth	20 DI M	/DIA Dandaya and	T1 -	
 Distance from proposed location* to nearest well, drilling, completed, 	19. Proposed Depth	20.BLM	/BIA Bond No. on f	nie	
applied for on this lease ft				!!	
Refer to Topo "C"	7700'	BLM	BIM U-605382-9: BIA #114066-A		
21. Elevations (Show whether DF, KDB, RT, GL, etc.	22. Approximate date work will sta	22. Approximate date work will start* 23			
4665.4 Ungraded GL	Upon Approval	Upon Approval			
	24. Attachments				
The following, completed in accordance with the requirements of Onshor	e Oil and Gas Order No. 1, shall be attache	ed to this fo	orm:		
1. Well plat certified by a registered surveyor.	4. Bond to cover the operat	ions unless	covered by an exist	ing bond on file (see	
2. A Drilling Plan	Item 20 above).		·	`	
3. A Surface Use Plan (if the location is on National Forest System Lan					
SUPO shall be filed with the appropriate Forest Service Office).	6. Such other site specific in	nformation	and/or plans as may	be required by the	
	authorized officer.				
25 Signuature	Name (Printed/Typed)		Date		
	Cheryl Cameron			3/5/01	
Title (T				2,2,0	
SR. Regulatory Analyst					
approved by (bignautre)	Name (Printed/Typed)		Date	-/ -/	
Talla MILLY	BRADLEY G. H	H 1 185	03	3-26-01	
Title	OfficRECLAMATION SPECIA				
	I ILOLAIMINI ION OFFUI	יון ופושר	1		
Application approval does not warrant or certify that the applicant holds	s legal or equitable title to those rights in	the subject	t lease which would	entitle the applicant to	
conduct operations thereon.	o regar or equimore time to those rights in	are sacjet		onnio die applicant w	
Conditions of approval, if any, are attached.					

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowlingly and willfully to make to any department or agency of the

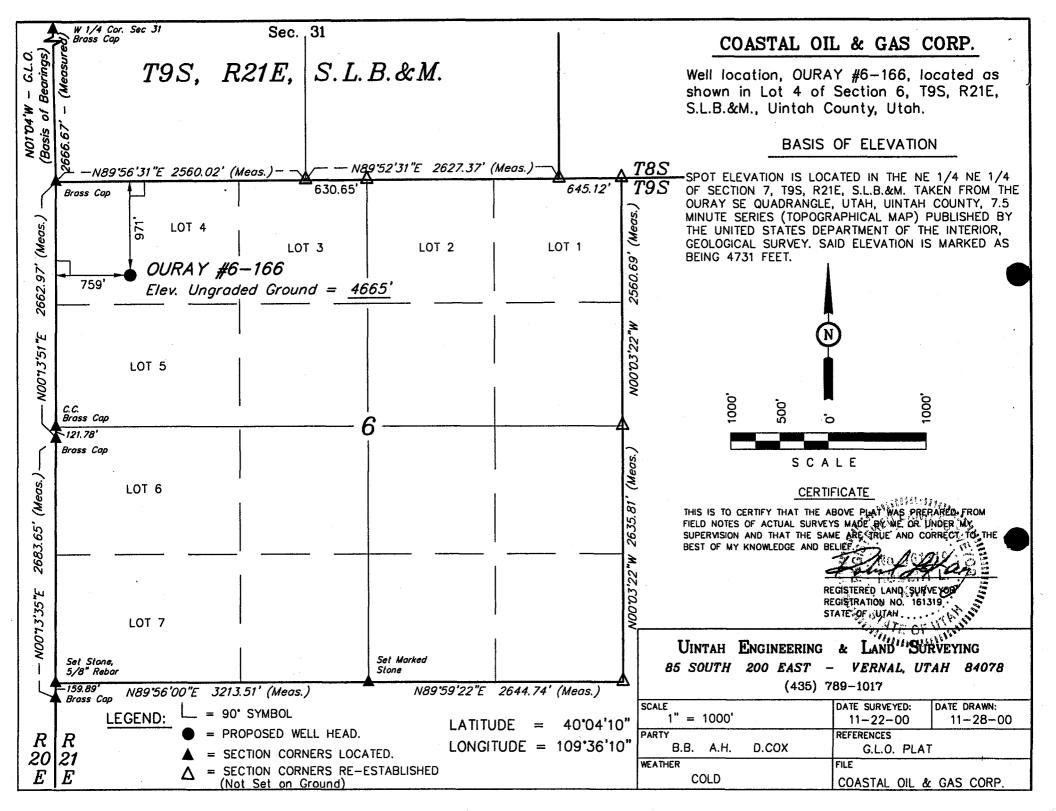
*(Instructions on Reverse)

Federal Approval of this Recessery

United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



MAR 19 2001



COASTAL OIL & GAS CORP.

OURAY #6-166 LOCATED IN UINTAH COUNTY, UTAH **SECTION 6, T9S, R21E, S.L.B.&M.**

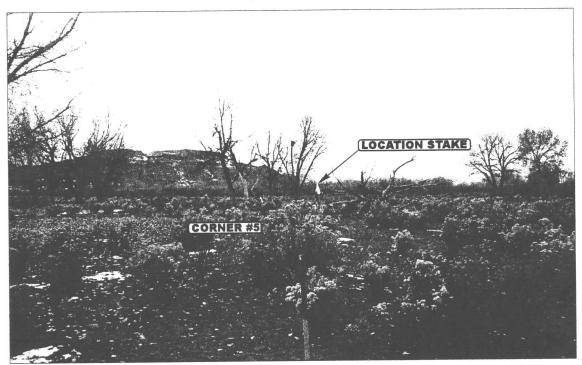


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHERLY



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

MONTH DAY YEAR

РНОТО

TAKEN BY: B.B. DRAWN BY: K.G. REVISED: 00-00-00

COASTAL OIL & GAS CORP.

OURAY #6-166 SECTION 6, T9S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88: EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 3.2 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST: TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; **NORTHEASTERLY** LEFT AND PROCEED IN A APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHTAND PROCEED IN A SOUTHEASTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 2.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY, THEN NORTHERLY, THEN SOUTHEASTERLY, THEN NORTHEASTERLY DIRECTION APPROXIMATELY 1.8 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST: TURN LEFT AND PROCEED IN A NORTHWESTERLY DIRECTION APPOXIMATELY 300' TO THE EXISTING #6-71 AND AN EXISTING ROAD TO THE WEST; TURN LEFT AND PROCEED IN A WESTERLY THEN NORTHERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE BEGINNING OF THE PROPOSED ACCESS FOR THE #6-84 TO THE NORTH; FOLLOW ROAD FLAGS IN A NORTHELRY DIRECTION APPOXIMATELY 0.3 MILES TO THE BEGINNING OF THE POPOSED ACCESS ROAD TO THE NORTHWEST; FOLLOW ROAD FLAGS IN A NORTHWESTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE PROPOSED LOCATION.

OURAY #6-166 NW/NW LOT 4, SECTION 6-T9S-R21E UINTAH COUNTY, UTAH LEASE NUMBER: 14-20-H62-3032

ONSHORE ORDER NO. 1 COASTAL OIL & GAS CORPORATION

DRILLING PROGRAM

1. <u>Estimated Tops of Important Geologic Markers</u>:

<u>Formation</u>	<u>Depth</u>
KB	4680'
Green River	2045'
Wasatch	5530'
Total Depth	7200'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>	
	Green River	2045'	
Gas	Wasatch	5530'	
Water	N/A		
Other Minerals	N/A		

3. <u>Pressure Control Equipment:</u>

Please refer to the attached Drilling Program.

4. Proposed Casing & Cementing Program:

Please refer to the attached Drilling Program.

5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program.

6. Evaluation Program:

Please Refer to the attached Drilling Program.

7. <u>Abnormal Conditions</u>:

Maximum anticipated bottomhole pressure at 7200' TD approximately equals 2,880 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1,296 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates & Notification of Operations:

To be Determined.

9. <u>Variances</u>:

Please see the Natural Buttes Unit SOP.

10. Other Information:

Please see the Natural Buttes Unit SOP.

OURAY #6-166 NW/NW LOT 4, SECTION 6-T9S-R21E UINTAH COUNTY, UTAH LEASE NUMBER: 14-20-H62-3032

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the proposed location on 2/5/01. It was determined that the proposed location, access road and pipeline ROW fell within the "Flood Plain Area" and operations are to be conducted as stated in the *Final Ouray Environmental Assessment*.

1. Existing Roads:

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

Refer to Topo Map B for the location of the proposed access road.

The upgraded and new portions of the access road will be crowned and ditched with a running surface of 18 feet and a maximum disturbed width of 30 feet. Appropriate water control will be installed to control erosion; culverts are to be installed as needed to improve natural water drainage.

The access road was centerline flagged during time of staking.

Surface disturbance and vehicular traffic will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

The following guidelines will apply if the well is productive.

Production facilities will consist of a conventional wellhead and allocation gas metering. The wellhead controls will be elevated to allow for a continuous production during seasonal high water conditions, as stated in the *Final Ouray Environmental Assessment 2.1.3, Production Operations*.

All permanent (on-site six months or longer) above the ground structures constructed or Installed will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The required color is Desert Brown, Munsell standard color number 10 YR 6/3.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

A qualified archaeologist and a tribal technician shall monitor the blading and trenching of the proposed pipeline as discussed at the on-site inspection. Refer to Topo Map D for the placement of the pipeline lateral.

5. Location and Type of Water Supply:

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32, T4S, R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

Construction will not occur during the period of April 1 – July 15, unless it is determined by the USF&WLS and the Bureau of Reclamation that the flooding forecast evaluation has changed for the current year; as stated in the Final Formal Sec. 7 Consultation, page 37, Item #8.

7. Methods of Handling Waste Materials:

Drill cuttings will be removed from the *Closed-Loop Circulating System* and transported by truck to an approved disposal site outside of the floodplain area. Please refer to "Typical Rig Layout" and the "Typical Solids Control System" attachments.

Drilling fluids, including salts and chemicals, will be contained in the *Closed-Loop System*. Upon termination of drilling and completion operations, the liquid contents will be removed and disposed of at an approved waste disposal facility after drilling is terminated.

The *Closed-Loop System* will be utilized and set-up in the area normally utilized for a reserve pit. Refer to the Location Layout.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig. Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled Truck to one of the pre-approved disposal sites: RNI Sec 5-T9S-R22E, NBU #159 Sec 35-T9S-R21E, Ace Oilfield Sec 2-T6S-R20E, MC & MC Sec 12-T6S-R19E., (Requests in lieu of filing Form 3160-5 after initial production).

8. Ancillary Facilities:

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The location is at least 460' away from the river, thus meeting the requirements set forth by the USF&WLS. Please refer to the attached "Typical Rig Layout".

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

USF&WLS shall be notified within 48 hours prior to construction.

No reserve pit shall be utilized, as discussed during the on-site inspection.

Culverts are to be installed where needed.

The access road shall come from the Ouray #6-84 proposed access; the road shall be constructed with tundra and topped-off with gravel to the Ouray #6-166 location. The location and access road shall be fenced after construction.

Trees are to be avoided when possible if tree removal is necessary; Coastal will notify the AO with the tree count, and Coastal is to replace four trees for every tree removed.

10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

11. Surface Ownership:

Ute Indian Tribe P.O. Box 190 Ft. Duchesne, UT 84026 (435) 722-5141

12. Other Information:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

A Class III archaeological survey has been conducted. A copy of the survey report was submitted to the Ute Tribe Energy & Minerals Department prior to the onsite.

13. Lessee's or Operator's Representative & Certification:

Cheryl Cameron Senior Regulatory Analyst Coastal Oil & Gas Corporation P.O. Box 1148 Vernal, UT 84078 (435) 781-7023 Darrell Molnar
Drilling Manager
Coastal Oil & Gas Corporation
9 Greenway Plaza, Suite 2775
Houston, TX 77046-0995
(713) 418-4295

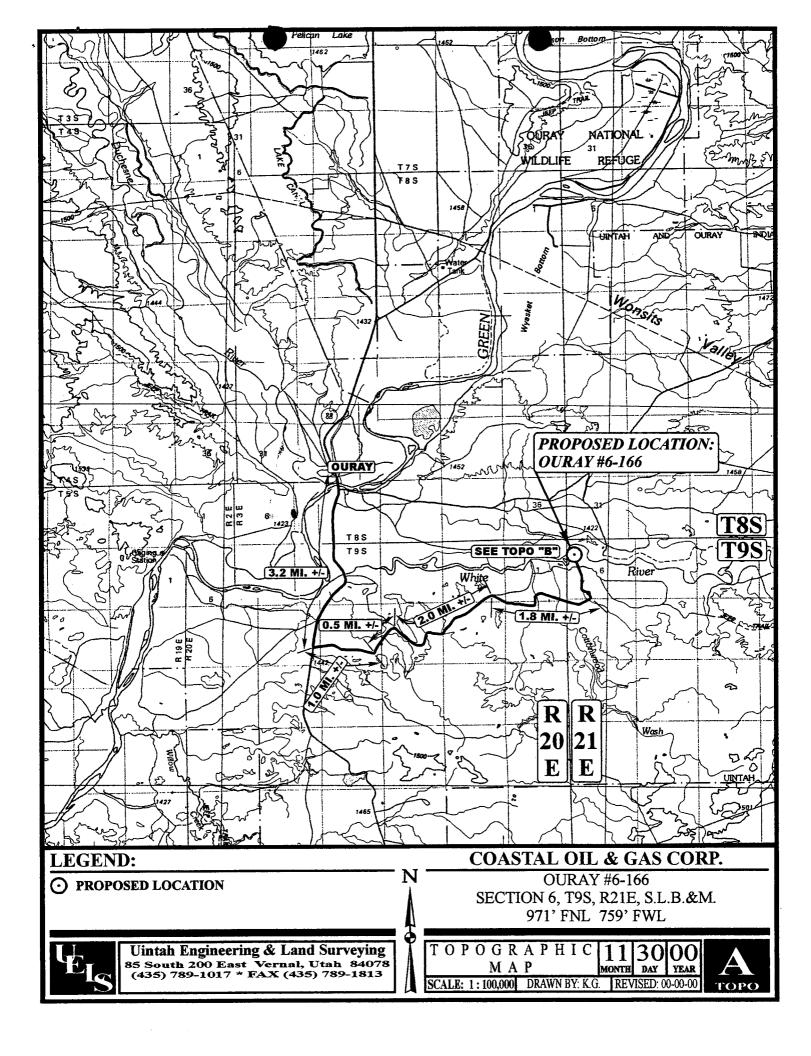
Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

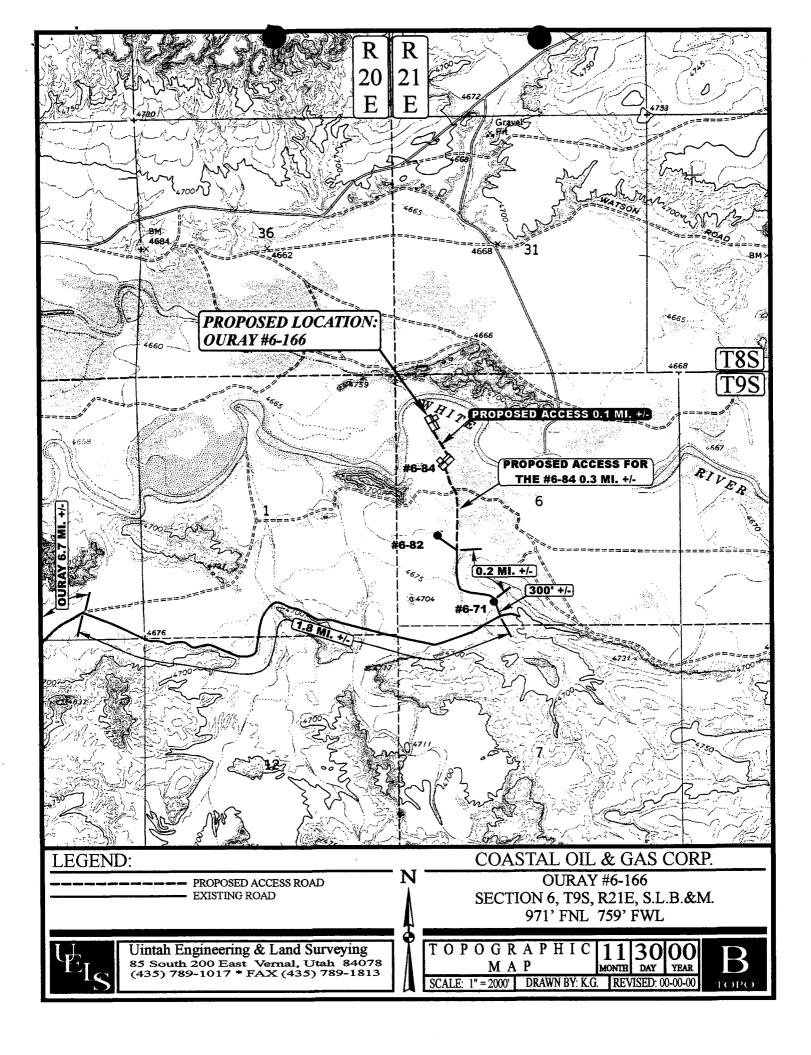
The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

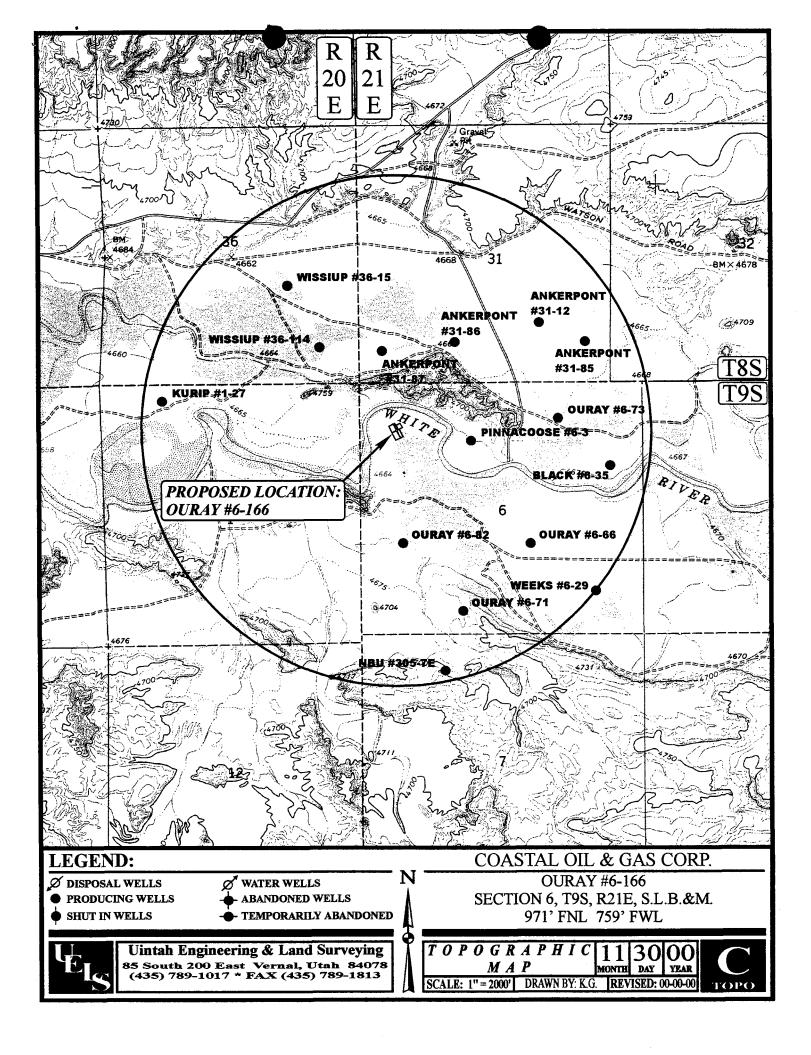
Coastal Oil & Gas Corporation is considered to be the operator of the subject well. Coastal Oil & Gas Corporation agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands. Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by Coastal Oil & Gas Corporation Bond #102103, BLM Nationwide Bond #U-605382-9, and BIA Nationwide Bond #114066-A.

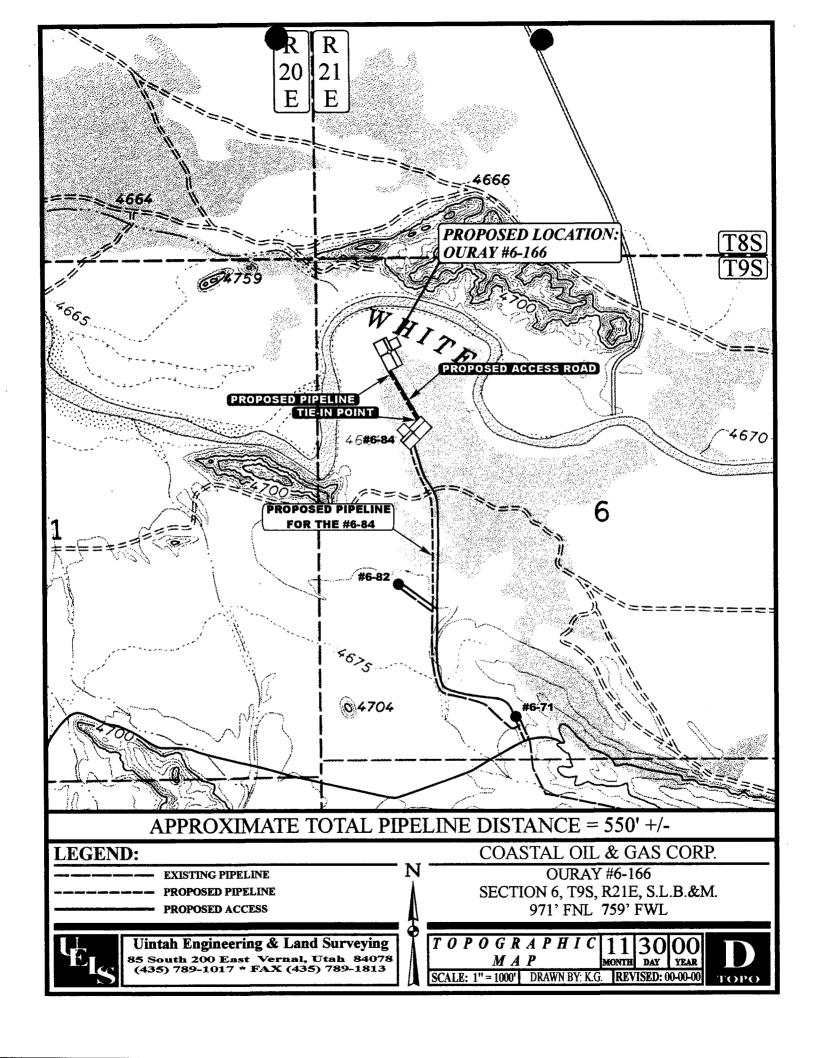
I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

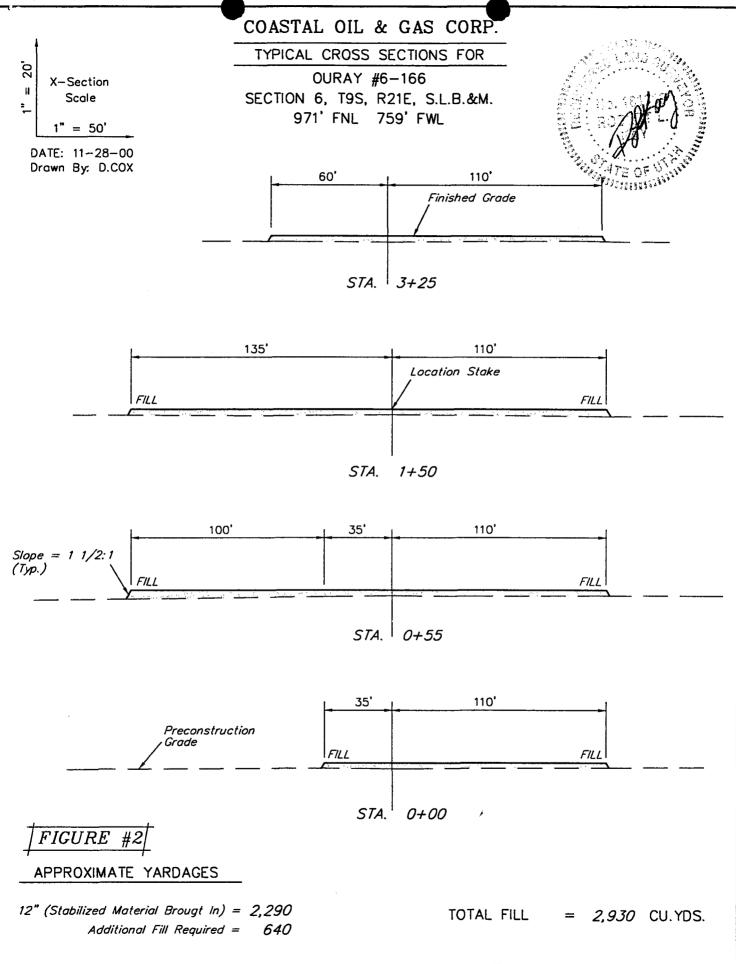
Cheryl Comeum	3/5/01
Chervl Cameron	Date









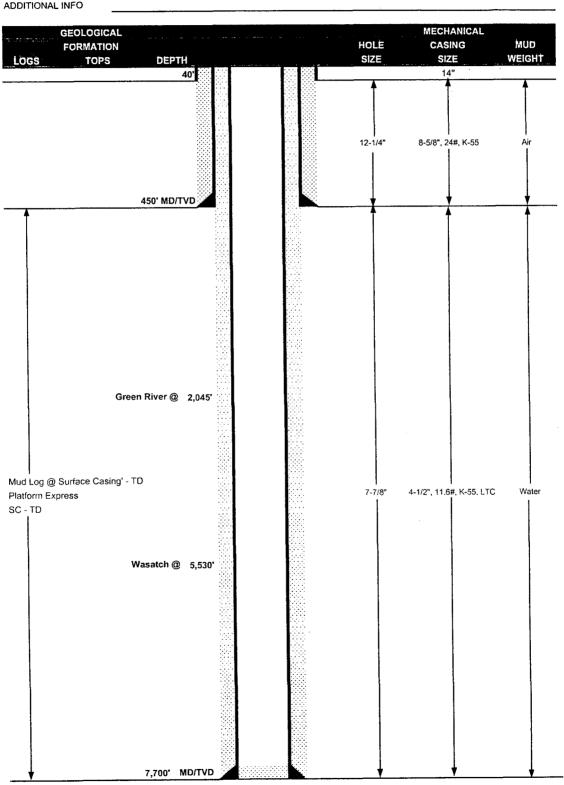


UINTAH ENGINEERING & LAND SURVEYING 85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

COASTAL OIL & GAS CORPORATION

DRILLING PROGRAM

COMPANY NAME	Coastal Oil & Gas Corporation		DATE	2/26/01				
WELL NAME	Ouray 6-166		TD	7,700	MD/TVD			
FIELD Ouray	COUNTY Uintah	STATE	Utah	ELEVATION	4,680'	KB		
SURFACE LOCATION	N 740' FNL & 675' FWL, Section 6	6 T9S-R21E					BHL	Straight Hole
OBJECTIVE ZONE(S) Wasatch							
ADDITIONAL INCO			_					





COASTAL OIL & GAS CORPORATION DRILLING PROGRAM

CASING PROGRAM

							JESIGN FACTO	JKS
	SIZE	INTERVAL	WŤ.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'						ļ
						2950	1370	263000
SURFACE	8-5/8"	0-450'	24#	K-55	STC	11.69	6.51	4.33
						5350	4960	180000
PRODUCTION*	4-1/2"	0-TD	11.6#	K-55	LTC	1.97	1.24	1.29

- 1) Maximum Anticipated Surface Pressure (MASP) (Conductor and Surface Casings) = (Frac Gradient at Shoe Gas Gradient (0.115 psi/ft))(TVD)
- 2) MASP (Int Casing) = Pore Pressure at Next Casing Point (Gas Gradient x TVD of Next Casing Point x 0.67) (Mud Weight x TVD x 0.052 x 0.33)
- 3) MASP (Prod Casing) = Pore Pressure (Gas Gradient x TVD of Production Interval)

(Burst Assumptions: FG @ 8-5/8" shoe = 13.0 ppg, Max Pore Pressure = 9.0 ppg EMW)

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing, 50,000 lbs overpull)

CEMENT PROGRAM

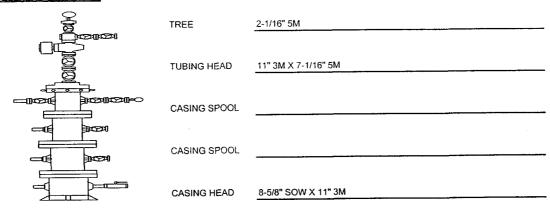
	I	FT. OF FILL	DESCRIPTION	SACKS	EXCESS*	WEIGHT	YIELD
SURFACE	- 1	450	Class G + 2% CaCl ₂ + 0.25 lb/sk Celio	230	35%	15.80	1.17
			Flake				
PRODUCTION	LEAD	5,830'	Premium Lite II + 3 lb/sk CSE	760	100%	11.00	3.44
			+ 0.5% Sodium Metasilicate				
			+ 10% Gel + 0.25 lb/sk Cello Flake				
			+ 3% Salt + 3 lb/sk Kol Seal		ļ		
	TAIL	1,870'	50/50 POZ + 0.1% R-3 + 1% EC-1	610	75%	14.5	1.23
			+ 0.2% Sodium Metasilicate				
		ļ	+ 2% Gel + 0.5% FL-25	}	1		}

+ 3% Salt

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, float collar. Centralize first 3 joints & every other joint to surface with bow spring centralizers. Thread lock FE up to & including pin end of FC.
PRODUCTION	Guide shoe, 1 jt, float collar. Centralize first 3 joints & every other joint to top of tail cement with bow spring centralizers.

WELLHEAD EQUIPMENT



^{*} or 15% over caliper log

DATE: _____

DATE:



BIT PROG

PROJECT ENGINEER:

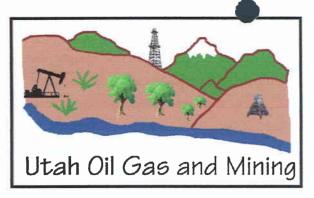
PROJECT MANAGER:

Christa Yin

Darrell Molnar

			& PDC BIT PRO	GRAM		
INTERVAL	L HOLE	BIT MFG & N	ODEL GPM	SERIAL	NZLS	COMMENTS
Surface Ho		Various	;			
Surf Csg - T	D 7-7/8"	SEC XS4	14 400	New	16-16-16	
				<u> </u>	<u> </u>	
		ļ		<u> </u>		
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				<u> </u>	<u> </u>	
If an additional bit	is required use anoth	ner insert.				
						· · · · · · · · · · · · · · · · · · ·
ICAL DATA						
LOGGING:						
	Hamile	·		Log 1	vna	
	Depth	. <u> </u>	<u> </u>	Platform		
	SC - TD			i iduoiiii	LAPICOO	
1						
L						
MUD LOGGER:	SC - TD					
SAMPLES:	As per Geo	plogy				
CORING:	NA NA	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				
DST:	NA NA			··		
	100					
טטו:						
OGRAM						
		31	WATER			
OGRAM	TYPE	MUD WT	WATER LOSS	VISCOSITY	,	TREATMENT
OGRAM DEPTH	TYPE Water	MUD WT		VISCOSITY 27		TREATMENT Polymer, Gyp
OGRAM	TYPE Water		Loss			
OGRAM DEPTH			Loss			
OGRAM DEPTH			Loss			
OGRAM DEPTH			Loss			
OGRAM DEPTH			Loss			
OGRAM DEPTH			Loss			
DEPTH SC-TD	Water	Water	NC NC	27		
DEPTH SC-TD	Water	Water	NC NC	27		
DEPTH SC-TD Circulate hole un	Water til clean @ TD. Spo	Water	NC NC	27		
DEPTH SC-TD	Water til clean @ TD. Spo	Water	NC NC	27		
DEPTH SC-TD Circulate hole un	Water til clean @ TD. Spo n with coupons.	Water	NC NC	27		
DEPTH SC-TD Circulate hole un	Water til clean @ TD. Spo n with coupons.	Water	NC NC	27		
OGRAM DEPTH SC-TD Circulate hole un Monitor corrosion	Water Itil clean @ TD. Spo n with coupons.	Water Water	NC NC pr casing. Elimin	27	on chemicals.	
OGRAM DEPTH SC-TD Circulate hole un Monitor corrosion DNAL INFORMATIC	Water till clean @ TD. Spon with coupons. No. 750 psi after installing	t brine pill at TD fo	NC or casing. Eliminate the state of the st	ate corrosi	on chemicals.	Polymer, Gyp
Circulate hole un Monitor corrosion Test casing head to BOPE: 11" 3M wit	Water Itil clean @ TD. Spo n with coupons.	t brine pill at TD fo	NC or casing. Eliminate of the state of the	nate corrosi	on chemicals.	Polymer, Gyp

APD RECEIVED: 03/19/2001	API NO. ASSIGNED: 43-047-33999				
WELL NAME: OURAY 6-166 OPERATOR: COASTAL OIL & GAS CORP (N0230) CONTACT: CHERYL CAMERON	phone number: 4	35-781-7023			
PROPOSED LOCATION:	INSPECT LOCATN	BY: / /			
NWNW 06 090S 210E SURFACE: 0971 FNL 0759 FWL	Tech Review	Initials	Date		
BOTTOM: 0971 FNL 0759 FWL UINTAH	Engineering				
NATURAL BUTTES (630)	Geology				
LEASE TYPE: 2-Indian	Surface				
PROPOSED FORMATION: WSTC RECEIVED AND/OR REVIEWED:	LOCATION AND SITI	ING:			
Plat Bond: Fed[] Indv2] Sta[] Fee[] (No. 114066-A) Potash (Y/N) oil Shale (Y/N) *190-5 (B) or 190-3 Water Permit (No. 43-8496) RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N)	R649-2-3. R R649-3-2. Siting: 460 F R649-3-3. R Drilling Uni Board Cause Eff Date: Siting: 460	Jnit General rom Qtr/Qtr & 920' Exception	(8/320') E. 920' between		
STIPULATIONS: (1) FEDERAL APPROL)				

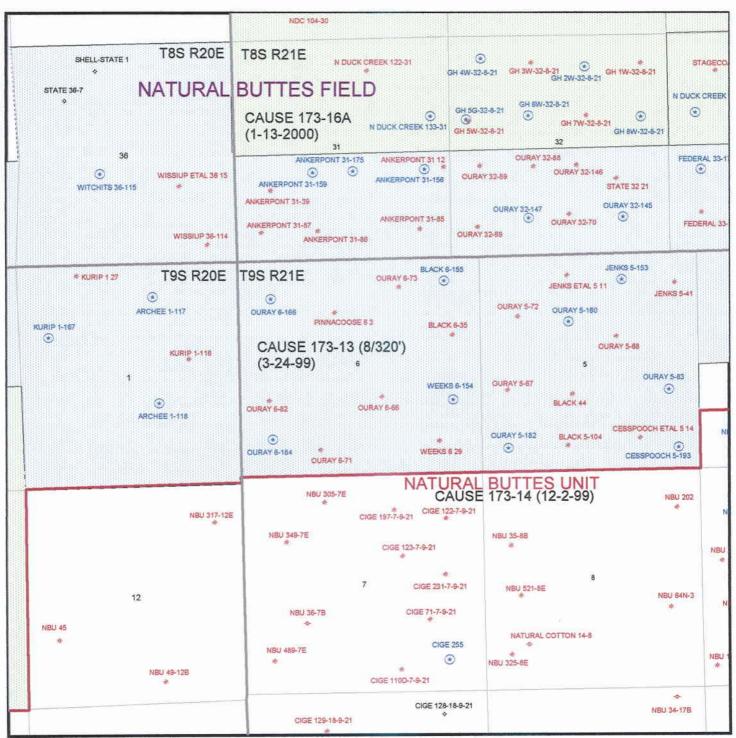


OPERATOR: COASTAL O&G CORP (N0230)

SEC. 6, T9S, R21E

FIELD: NATURAL BUTTES (630)

COUNTY: UNITAH CAUSE: 173-13 (8/320')





State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton

Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

March 26, 2001

Coastal Oil & Gas Corporation PO Box 1148 Vernal, UT 84078

Re:

Ouray 6-166 Well, 971' FNL, 759' FWL, NW NW, Sec. 6, T. 9 South, R. 21 East,

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-33999.

Sincerely,

John R. Baza

Associate Director

er

Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Coastal Oil & Gas Corporation			
Well Name & Number	Ouray 6-166			
API Number:	43-047-33999			
Lease:	14-20-H62-3032			
Location: <u>NW NW</u>	Sec. 6 T. 9 South R. 21 East			

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

STATE OF UTAH

		DEPARTMENT OF NATURAL RESOUR DIVISION OF OIL, GAS AND MI			5. LEASE DESIGNATION AND SERIAL NUMBER:
	SUNDR	6 IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do	not use this form for proposals to drift drift horizontal	7. UNIT or CA AGREEMENT NAME:			
1. 7	YPE OF WELL OIL WELL	8. WELL NAME and NUMBER: Exhibit "A"			
2. N	IAME OF OPERATOR:				9. API NUMBER:
		o Production Oil & Gas C	Company		
	DDRESS OF OPERATOR:	**	01070	PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
	outh 1200 East or ocation of Well			435-789-4433	
F	OOTAGES AT SURFACE:				COUNTY:
	TR/QTR, SECTION, TOWNSHIP, RAI				STATE: UTAH
11,	CHECK APP	ROPRIATE BOXES TO INDICAT	E NATURE	OF NOTICE, REPO	RT, OR OTHER DATA
	TYPE OF SUBMISSION		T	YPE OF ACTION	
	NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION
	(Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT	SIDETRACK TO REPAIR WELL
	Approximate date work will start:	CASING REPAIR	☐ NEM CONS	TRUCTION	TEMPORARILY ABANDON
		CHANGE TO PREVIOUS PLANS	OPERATOR	CHANGE	TUBING REPAIR
		CHANGE TUBING	PLUG AND	ABANDON	VENT OR FLARE
	SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK		WATER DISPOSAL
	(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTION	ON (START/RESUME)	WATER SHUT-OFF
	Date of work completion:	COMMINGLE PRODUCING FORMATIONS		ION OF WELL.SITE	X OTHER: Name Change
		CONVERT WELL TYPE		TE - DIFFERENT FORMATION	Mane Change
12.	DESCRIBE PROPOSED OR C	OMPLETED OPERATIONS. Clearly show all p	pertinent details inc	cluding dates, depths, volume	s, etc.
	As a result of	the merger between The (Coastal C	orporation and	a wholly owned
	subsidary of El	Paso Energy Corporation	n, the na	me of Coastal C	il & Gas Corporation
	has been change	d to El Paso Production	Oil & Ga	s Company effec	tive March 9, 2001.
		See Ex	xhibit "A	11	
	Rond # 400JU070	08			
	DOILU 1/	al Oil & Gas Corporation	n :		
NAM	E (PLEASE PRINT) John		TITLE	Vice Preside	ent
SIGN	ATURE	'EZ-	DATE	06-15-01	
	El Pa	so Production Oil & Gas	Company		
HAH	\ /	T Elzner		E Vice Presid	ent
SIG	NATURE 7		DAT	E 06-15-01	
	(1 '	/ /			

JUN 19 2001

RECEIVED

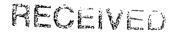
(This space for State use only)

State of Delaware

Office of the Secretary of State

PAGE 1

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF AMENDMENT OF "COASTAL OIL & GAS CORPORATION", CHANGING ITS NAME FROM "COASTAL OIL & GAS CORPORATION" TO "EL PASO PRODUCTION OIL & GAS COMPANY", FILED IN THIS OFFICE ON THE NINTH DAY OF MARCH, A.D. 2001, AT 11 O'CLOCK A.M.



HIN 2001

DIVISION OF DIL. GAS AND MINING



Darriet Smith Windson Harriet Smith Windson, Secretary of State

AUTHENTICATION: 1061007

DATE: 04-03-01

0610204 8100

010162788

CERTIFICATE OF AMENDMENT

OF

CERTIFICATE OF INCORPORATION

COASTAL OIL & GAS CORPORATION (the "Company"), a corporation organized and existing under and by virtue of the General Corporation Law of the State of Delaware, DOES HEREBY CERTIFY:

FIRST: That the Board of Directors of the Company, by the unanimous written consent of its members, filed with the minutes of the Board, adopted a resolution proposing and declaring advisable the following amendment to the Certificate of Incorporation of the Company:

RESOLVED that it is deemed advisable that the Certificate of Incorporation of this Company be amended, and that said Certificate of Incorporation be so amended, by changing the Article thereof numbered "FIRST." so that, as amended, said Article shall be and read as follows:

"FIRST. The name of the corporation is El Paso Production Oil & Gas Company."

SECOND: That in lieu of a meeting and vote of stockholders, the stockholders entitled to vote have given unanimous written consent to said amendment in accordance with the provisions of Section 228 of the General Corporation Law of the State of Delaware.

THIRD: That the aforesaid amendment was duly adopted in accordance with the applicable provisions of Sections 242 and 228 of the General Corporation Law of the State of Delaware.

IN WITNESS WHEREOF, said COASTAL OIL & GAS CORPORATION has caused this certificate to be signed on its behalf by a Vice President and attested by an Assistant Secretary, this 9th day of March 2001.

COASTAL OIL & GAS CORPORATION

David L. Siddall Vice President

Attest:

ret E. Roark, Assistant Secretary

STATE OF DELAWARE SECRETARY OF STATE DIVISION OF COMPORATIONS FILED 11:00 AM 03/09/200 010118394 - 0610204

IUN 19 2001

DIVISION OF OIL, GAS AND MINING



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155

RECEIVED

JUL 1 2 2001

DIVISION OF OIL, GAS AND MINING

In Reply Refer To: 3106 UTSL-065841 (UT-924)

JUL 1 0 2001 -

NOTICE

El Paso Production Oil & Gas Company

Oil and Gas

Nine Greenway Plaza

Houston TX 77046-0095

•

Name Change Recognized

Acceptable evidence has been received in this office concerning the name change of <u>Coastal Oil & Gas Corporation</u> into <u>El Paso Production Oil & Gas Company</u> with <u>El Paso Production Oil & Gas Company</u> being the surviving entity.

For our purposes, the name change is recognized effective March 9, 2001.

The oil and gas lease files identified on the enclosed exhibit have been noted as to the name change. The exhibit was compiled from a list of leases obtained from our computer program. We have not abstracted the lease files to determine if the entities affected by this name change hold an interest in the leases identified nor have we attempted to identify leases where the entitities are the operator on the ground maintaining no vested recorded title or operating rights interests. We will be notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify additional leases in which the entities maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

Due to the name change, the name of the principal/obligor on the bond is required to be changed from <u>Coastal Oil & Gas Corporation</u> to <u>El Paso Production Oil & Gas Company</u>. You may accomplish this either by consent of surety rider on the original bond or a rider to the original bond. The bonds are held in Wyoming and Colorado.

Opolonia L. Abeyta Acting Chief, Branch of Minerals Adjudication

Enclosure

1. Exhibit of Leases (1 pp)

cc: Moab Field Office

Vernal Field Office

MMS, Reference Data Branch, MS3130, PO Box 5860, Denver CO 80217

State of Utah, DOGM, Attn: Jim Thompson (Ste. 1210), Box 145801, SLC UT 84114

Teresa Thompson (UT-922)

Joe Incardine (UT-921)



United States Department of the Interior

BUREAU OF INDIAN AFFAIRS

Uintah and Ouray Agency P. O. Box 130 988 South 7500 East Fort Duchesne, Utah 84026-0130

Phone: (435) 722-4300

Fax: (435) 722-2323

IN REPLY REFER TO: Minerals and Mining Phone: (435) 722-4310 Fax: (435) 722-2809

August 16, 2001

El Paso Production Company Attn: Elizabeth R. Williams Nine Greenway Plaza Houston, TX 77046-0995

Dear Mrs. Williams:

We are in receipt of the corporate documentation for the name change from Coastal Oil & Gas Corporation to El Paso Production Oil and Gas Company.

All documents appear to be in order, and the approval is hereby authorized to change all records, including change of operator of certain oil and gas wells, Rights-of-Way, Communitization Agreements, Oil and Gas Leases, Exploration and Development Agreements, etc. from Coastal Oil & Gas Corporation to "El Paso Production Oil and Gas Company".

Approval of this name change is August 16, 2001, but effective on March 9, 2001. If you have any questions, please do not hesitate to contact this office.

Respectfully,

Acting Superintendent

RECEIVED

AUG 2 2 2001

DIVISION OF OIL. GAS AND MINING

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

ROUTING

ROUTHIO	
1. GLH	4-KAS
2. CDW	5-LP
3. JLT	6-FILE

06/21/2001

608186-0143

Enter date after each listed item is completed

Change of Operator (Well Sold)

Designation of Agent

Operator Name Change (Only)

4. Is the new operator registered in the State of Utah:

 \mathbf{X} Merger

The operat	or of the well(s) listed below l	nas changed, effective:	3-09-200	01	_		
FROM: (Old Operato	r):		TO : (Ne	w Operator):			
COASTAL OIL & GAS	CORPORATION			PRODUCTIO	N OIL & G	AS COMI	PANY
Address: 9 GREENWA				9 GREENWA			
HOUSTON, TX 77046-	0995		HOUSTO	N, TX 77046-	0005		
Phone: 1-(713)-418-463			Phone:	1-(832)-676-			
Account N0230			Account N1845				
		CA No.	Unit:				
WELL(S)							
		API		SEC TWN	LEASE		WELL
NAME		NO	NO	RNG	TYPE	TYPE	STATUS
MCCOOK 1-170	(UTU-76246)	43-047-33997	99999	01-09S-21E	INDIAN	GW	APD
SANTIO 4-191	(84C725)	43-047-34048	99999	04-09S-21E	INDIAN	GW	APD
OURAY 6-194	(CR-144)	43-047-34049	99999	06-09S-21E	INDIAN	GW	APD
OURAY 6-166	(9C-179)	43-047-33999	99999	06-09S-21E	INDIAN	GW	APD
				<u> </u>			
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							<u> </u>
OPERATOR CHA	NGES DOCUMENTA	ΓΙΟΝ					

The new company has been checked through the Department of Commerce, Division of Corporations Database on:

YES

Business Number:

5.	If NO, the operator was contacted on: N/A
6.	Federal and Indian Lease Wells: The BLM and or the BIA has approved the (merger, name change, or operator change for all wells listed on Federal or Indian leases on:
7.	Federal and Indian Units: The BLM or BIA has approved the successor of unit operator for wells listed on: 07/10/2001
8.	Federal and Indian Communization Agreements ("CA"): The BLM or the BIA has approved the operator change for all wells listed involved in a CA on: 08/16/2001
9.	Underground Injection Control ("UIC") The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on: N/A
D A	ATA ENTRY: Changes entered in the Oil and Gas Database on: 09/05/2001
2.	Changes have been entered on the Monthly Operator Change Spread Sheet on: 09/05/2001
3.	Bond information entered in RBDMS on: N/A
4.	Fee wells attached to bond in RBDMS on: N/A
SI	ATE BOND VERIFICATION:
1.	State well(s) covered by Bond No.: N/A
FF	CDERAL BOND VERIFICATION:
1.	Federal well(s) covered by Bond No.: N/A
IN	DIAN BOND VERIFICATION:
1.	Indian well(s) covered by Bond No.: 103601473
FF	E WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:
	(R649-3-1) The NEW operator of any fee well(s) listed covered by Bond No: N/A
	The FORMER operator has requested a release of liability from their bond on: N/A The Division sent response by letter on: N/A
3.	(R649-2-10) The FORMER operator of the Fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on:
	LMING: All attachments to this form have been MICROFILMED on:
	LING: ORIGINALS/COPIES of all attachments pertaining to each individual well have been filled in each well file on:
Pr	MMENTS: Master list of all wells involved in operator change from Coastal Oil & Gas Corporation to El Paso oduction Oil and Gas Company shall be retained in the "Operator Change File".

JAN. 17. 2003 3:34PM





NO. 173 P. 2



WESTPORT OIL AND GAS COMPANY, L.P.

410 Seventeenth Street #2300 Deriver Colorado 60202-4436 Telephone: 303 573 5404 Faxt: 303 573 5609

February 1, 2002

Department of the Interior Bureau of Land Management 2850 Youngfield Street Lakewood, CO 80215-7093 Attention: Ms. Martha Maxwell

RE: BLM

BLM Bond CO-1203

BLM Nationwide Bond 158626364 Surety - Continental Casualty Company

Belco Energy Corporation merger into Westport Oil and Gas Company, Inc.

Conversion of Westport Oil and Gas Company, Inc., into Westport Oil and Gas Company, L.P.

Assumption Rider - Westport Oil and Gas Company, L.P.

Dear Ms. Maxwell:

Pursuant to our recent conversations, please find the following list of enclosures for the BLM's consideration and approval:

Two (2) Assumption Riders, fully executed originals.

Copies of Belco Energy Corporation merger into Westport Oil and Gas Company, Inc. Copies of Westport Oil and Gas Company, Inc., conversion into Westport Oil and Gas Company, L.P.

List of all Federal/BIA/State Leases - Beloo/Westport's leases - in all states.

Please inform us of any additional information needed to complete the change to Westport Oil and Gas Company, L.P., as operator of record.

I thank you for your assistance and cooperation in this matter. Please do not hesitate contacting the undersigned, should a question arise.

Sincerely,

Westport Oil and Gas Company, L.P.

Black

Debby J. Black

Engineer Technician

Encl:



United States Department of the Interior RECEIVED

BUREAU OF LAND MANAGEMENT

FEB 2 2 2002

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155

DIVISION OF OIL. GAS AND MINING

In Reply Refer To: 3106 UTU-25566 et al (UT-924)

FEB 2 1 2002

NOTICE

Westport Oil and Gas Company L.P.

Oil and Gas

410 Seventeenth Street, #2300

.

Denver Colorado 80215-7093

.

Name Change Recognized

Acceptable evidence has been received in this office concerning the name change of <u>Westport Oil</u> and <u>Gas Company, Inc.</u> into <u>Westport Oil and Gas Company, L.P.</u> with <u>Westport Oil and Gas Company, L.P.</u> being the surviving entity.

For our purposes, the name change is recognized effective December 31, 2001.

The oil and gas lease files identified have been noted as to the name change. The exhibit was compiled from a list of leases obtained from our computer program. We have not abstracted the lease files to determine if the entities affected by this name change hold an interest in the leases identified nor have we attempted to identify leases where the entities are the operator on the ground maintaining no vested recorded title or operating rights interests. We will be notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify additional leases in which the entities maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

Due to the name change, the name of the principal/obligor on the bond is required to be changed from Westport Oil and Gas Company, Inc. to Westport Oil and Gas Company, L.P.. You may accomplish this either by consent of surety rider on the original bond or a rider to the original bond. The bonds are held in Colorado.

UTU-03405 UTU-20895 UTU-25566 UTU-43156 UTU-49518 UTU-49519 UTU-49522 UTU-49523

> Robert Lopez Chief, Branch of Minerals Adjudication

cc: Moab Field Office

Vernal Field Office

MMS, Reference Data Branch, MS3130, PO Box 5860, Denver CO 80217

State of Utah, DOGM, Attn: Jim Thompson (Ste. 1210), Box 145801, SLC UT 84114

Teresa Thompson (UT-922)

Joe Incardine (UT-921)

Form 3160-5

UNIT STATES

FORM APPROVED

(August 1999)	DEPARTMENT OF THE INTERIOR				OMB No. 1004-0135			
							res Jnovember 30, 2000	
		EAU OF LAND MANA				Lease Seria		
		NOTICES AND REPORT				14-20-H62	-3032	
		s form for proposals to				6. If Indian, Allottee or Tribe Name		
	abandoned well.	. Use Form 3160-3 (APL)) for suc	h proposals.		Ute Tribe		
	(D1417 () (TD1D1					7. If Unit or C	CA/Agreement, Name and/or No.	
1. Type of Well		ICATE – Other instr ———	uctions	on revers	e side 	9C-000179		
Oil Wel		Other				8. Well Name	and No.	
2. Name of Ope						Ouray #6-1		
El Paso Prod	duction Oil & Gas	Company				9. API Well N		
3a. Address		,	3b. Ph	one No. (include	area code)	43-047-339		
P.O. Box 114	48 Vernal, UT 840	78	•	781-7024	,		ool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					-	Natural But		
						11. County or I	Parish, State	
NWNW Lot 4	4, Section 6-T9S-F	R21E 971'FNL & 759'F	-WL					
_						Uintah County, Utah		
	12. CHECK A	PPROPRIATE BOX(ES) T	O INDICA	TE NATURE (OF NOTICE, REP	ORT, OR OT	HER DATA	
TYPE OF	SUBMISSION			TY	TPE OF ACTION			
Notice of Int	tent	Acidize	☐ Dee	pen	Production (S	Start/Resume)	Water Shut-Off	
		Alter Casing		ture Treat	Reclamation	,	Well Integrity	
Subsequent 1	Report	Casing Repair	Nev	Construction	Recomplete		X Other	
		Change Plans	Plug	g and Abandon	Temporarily	Abandon	DOGM APD Extension	
Final Aband	Ionment Notice	Convert to Injection	Plug	g Back	Water Dispos	sal		
If the proposal Attach the Bo following com testing has be determined tha The operator may be comp	I is to deepen directions and under which the won appletion of the involved en completed. Final Al at the site is ready for fin requests that the oleted.	Ily or recomplete horizontally, it will be performed or provid operations. If the operation repandonment Notices shall be fall inspection. APD for the subject we	give subsur e the Bond sults in a m iled only af	face locations an No. on file with ultiple completic ter all requireme	nd measured and true BLM/BIA Require on or recompletion is ents, including recla	e vertical depths ed subsequent in a new interva mation, have be	rk and approximate duration thereof is of all pertinent markers and zones. Reports shall be filed within 30 days 1, a Form 3160-4 shall be filed once sen completed, and the operator has the drilling operations	
14. I hereby certi Name (Printe	ify that the foregoing is trued/Typed)	ie and correct	l Title					
Sheila Ur				: Julatory Anal	vst		•	
Signature	/www.		Date	2				
- 4 horrer	+ 1400 mm 110	THIS SD/		ruary 20, 20 EDERAL OR S				
Approved by		1113 37		Title	TATE USE	Date		
						Date		
certify that the app	oval, if any, are attached blicant holds legal or equi e the applicant to conduct	Approval of this notice does not table title to those rights in the scoperations thereon.	ot warrant or subject lease	Office				

(Instructions on reverse) COPY SENT TO OPERATOR

Date:

Approved by the Utah Division of Oil, Gas and Mining

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED

FEB 2 5 2002

DIVISION OF OIL, GAS AND MINING



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Vernal District Office 170 South 500 East Vernal, Utah 84078-2799

Phone: (435) 781-4400 Fax: (435) 781-4410

IN REPLY REFER TO: 3160 UT08300

March 28, 2002

FECENCES

APR 0 7 2002

DIVISION OF OIL, CAS AND MINIMO

ElPaso Production Oil & Gas Company ATTN: Cheryl Cameron P.O. Box 1148 Vernal, Utah 84078

RE: Application's for Permit to Drill

Well No.: Serawop 4-103, 43-047-33376 **Quray 6-166 & Tabbee 34-157**

43-047-33999 43-047-33969

Dear Ms. Cameron:

We are returning the above referenced Application's for Permit to Drill (APD's) as they are greatly outdated, and we've never received the BIA Concurrences. If you still think you want these APD's, go ahead and submit new APD's.

If you have any questions, please let me know.

Sincerely.

Pat Sutton

Legal Instruments Examiner

.Enclosures

cc: BIA

*Division of Oil-Gas-Mining

*Hold per op. until exp. dete. fc

UNITED STATES GOVERNMENT

memorandu

Branch of Real Estate Services Uintah & Ouray Agency

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Date:

5 December, 2002

Reply to Attn of

Supervisory Petroleum Engineer

Subject:

Modification of Utah Division of Oil, Gas and Mining Regulations

To:

Director, Utah Division of Oil, Gas and Mining Division: John Baza

We have been advised of changes occurring with the operation of your database for Change of Operator. You will be modifying your records to reflect Change of Operator once you have received all necessary documentation from the companies involved, and perhaps in advance of our Notice of Concurrence/Approval of Change of Operator where Indian leases are involved.

We have no objection.

With further comment to Rulemaking, I wish to comment concerning the provision of Exhibits for upcoming Hearings. I would like to see the Uintah & Ouray Agency, BIA, and the Ute Indian Tribe, Energy & Mineral Resources Department added to the list of those parties that receive advance Exhibits so as to allow us to have research time prior to Hearing dates. We will be able to provide a more informed recommendation to the Oil, Gas and Mining Board. It would be best if we would receive only those Exhibits that concern Indian lands, specifically on or adjacent to Indian lands. This may be a difficult situation to attain, as it is not always clear where 'on or adjacent' occurs.

I am aware that you have gone to extra effort to correct this matter already, and I fully appreciate it. My request is intended only to allow the addition of Uintah & Ouray Agency and Ute Indian Tribe to the official listing.

We appreciate you concern, and hope that these comments are timely enough for consideration in the revision process. lioles H Cameson

CC:

Minerals & Mining Section of RES

Ute Energy & Mineral Resources Department: Executive Director

chrono



United States Department of the Interior

BUREAU OF INDIAN AFFAIRS
Washington, D.C. 20240
FEB 1 0 2003

Carroll A. Wilson Principal Landman Westport Oil and Gas Company, L.P. 1368 South 1200 East Vernal, Utah 84078

Dear Mr. Wilson:

This is in response to your request for approval of RLI Insurance Company's Nationwide Oil and Gas Lease Bond No. RLB0005239 executed effective December 17, 2002, (\$150,000 coverage) with Westport Oil and Gas Company, L. P., as principal.

This bond is hereby approved as of the date of this correspondence and will be retained in the Bureau of Indian Affairs' Division of Real Estate Services, 1849 C Street, NW, MS-4512-MIB, Washington, D.C. 20240. All Bureau oil and gas regional offices and the surety are being informed of this action.

In cases where you have existing individual and/or collective bonds on file with one or more of our regional offices, you may now request those offices, directly, to terminate in lieu of coverage under this Nationwide Bond.

Enclosed is a copy of the approved bond for your files. If we may be of further assistance in this matter, please advise.

Sincerely,

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ACTING

Director, Office of Trust Responsibilities

Enclosure

STATE OF UTAH RTMENT OF NATURAL RESOURCE

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Ĭ	DIVISION OF OIL, GAS AND MIN	NING	5. LEASE DESIGNATION AND SERIAL NUMBER:
SUNDRY	NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
drill horizontal la	new wells, significantly deepen existing wells below curre aterals. Use APPLICATION FOR PERMIT TO DRILL fo	ent bottom-hole depth, reenter plugged wells, or to rm for such proposals.	7. UNIT or CA AGREEMENT NAME:
1 TYPE OF WELL OIL WELL	GAS WELL OTHER _		8. WELL NAME and NUMBER: Exhibit "A"
2. NAME OF OPERATOR:	Draduation Oil & Cas Company		9. API NUMBER:
3. ADDRESS OF OPERATOR:	o Production Oil & Gas Company	PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
	Houston STATE TX ZEP	77064-0995 (832) 676-5933	
4. LOCATION OF WELL FOOTAGES AT SURFACE:			
TOOTAGES AT SUNFACE.			COUNTY:
QTR/QTR, SECTION, TOWNSHIP, RANG	iGE, MERIDIAN:		STATE: UTAH
11. CHECK APPE	ROPRIATE BOXES TO INDICATI	E NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
SUBSEQUENT REPORT	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE
(Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL .
Date of work completion:	CHANGE WELL STATUS COMMINGLE PRODUCING FORMATIONS	PRODUCTION (START/RESUME) RECLAMATION OF WELL SITE	WATER SHUT-OFF
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	OTHER:
12. DESCRIBE PROPOSED OR CO	DMPLETED OPERATIONS. Clearly show all pe		
BOND #	Vestport Oil and Gas Company, 7, 2002. urety Bond No. RLBO		300, Denver, CO. 80202-4800,
Diace Di	Fee Bond No. RLBO	005238	and the same of th
			RECEIVED
EL PASO PRODUCTIO	ON OIL & GAS COMPANY		FEB 2 8 2003
Dur.	//// <i>/</i>		DIV. OF OIL. GAS & MINING
By:	rney-in-Fact		
. /	• · · · · · · · · · · · · · · · · · · ·		
WESTPORT NAME (PLEASE PRINT) David R. D	OIL AND GAS COMPANY, L.P. Dix	TITLE Agent and Attorn	ey-in-Fact
	Chimel	introlon	
SIGNATURE		DATEDATE	<u>-</u>

(This space for State use only)

				MAR U 4 2003
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) CHERYL CAMERON Aignature	Tit OP	ie ERATIONS	DIV	OF OIL, GAS & MINUN
(where (Cameson)	Dai Ma	rch 4, 2003		
Approved by	CE FOR F	EDERAL OR STATE USE		
		Title	Date	
Conditions of approval, if any, are attached Approval of this notice does neerify that the applicant holds legal or equitable title to those rights in the which would entitle the applicant to conduct operations thereon.	Subject losse			
Title 18 U.S.C. Section 1001, make it a crime for any person k false, fictitious or fraudulent statements or representations as to a (Instructions on reverse)	nowingly as ny matter w	nd willfully to make to any dep rithin its jurisdiction.	artment or agency of th	e United States any



Michael O. Leavitt
Governor
Robert L. Morgan
Executive Director
Lowell P. Braxton
Division Director

PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

March 10, 2003

Cheryl Cameron Westport Oil & Gas Company P. O. Box 1148 Vernal, Utah 84078

Re:

APD Rescinded - Ouray 6-166 Sec. 6, T.9S, R. 21E Uintah County, Utah

API No. 43-047-33999

Dear Ms. Cameron:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining on March 26, 2001. On February 26, 2002, the Division granted a one-year APD extension. On March 10, 2003, you requested that the division rescind the approved APD. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective March 10, 2003.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Engineering Technician

cc:

Well File

Gil Hunt, Technical Services Manager Bureau of Land Management, Vernal



OPERATOR CHANGE WORKSHEET

ROUTING 1. GLH

2. CDW√ 3. FILE

X Change of Operator (Well Sold)

5. If NO, the operator was contacted contacted on:

Designation of Agent/Operator

Operator Name Change

Merger

The operator of the well(s) listed below has changed, effective: 12-17-02							
FROM: (Old Operator):	(Old Operator): TO: (New Operator):						
EL PASO PRODUCTION OIL & GAS COMPANY	WESTPORT OIL & GAS COMPANY LP						
Address: 9 GREENWAY PLAZA	Address: P O BOX 1148						
	1						
HOUSTON, TX 77064-0995	VERNAL, UT 84078						
Phone: 1-(832)-676-5933	Phone: 1-(435)-781-7023						
Account No. N1845	Account No. N2115						
CA No.		Unit:					
WELL(S)							
	SEC TWN	API NO	ENTITY	LEASE	WELL	WELL	
NAME	RNG		NO	TYPE	TYPE	STATUS	
OURAY 6-66 (CR-144)		43-047-33284		INDIAN	GW	P	
OURAY 6-71 (CR-144)		43-047-33285		INDIAN	GW	P	
OURAY 6-73		43-047-33286		INDIAN	GW	P	
OURAY 6-82 (CR-144)		43-047-33309		INDIAN	GW	<u> </u>	
OURAY 6-84		43-047-34026		INDIAN	GW	APD	
OURAY 6-166	·	247 22000	99999	INDIAN	GW	APD	
OURAY 6-225		-	99999	INDIAN	GW	APD	
OURAY 6-194	i A		99999	INDIAN	GW	APD	
PINNACOOSE 6 3	P	r'TT	55	INDIAN	GW	P	
NBU 11		-	9240	FEDERAL	GW	PA	
CIGE 215X			12996	FEDERAL	GW	P	
UTE TRAIL U 13			99998	FEDERAL	GW	PA	
COG 6-18-9-21 GR		1	11655	FEDERAL	GW	P	
COG 8-19-9-21 GR		,	11652	FEDERAL	GW	P	
NBU CIGE 6-19-9-21	19-09S-21E	43-047-30356	11618	FEDERAL	GW	P	
HORSESHOE BEND FED 26-3	26-09S-21E	43-047-33872	13128	FEDERAL	GW	S	
COG NBU 10-30-9-21 GR	30-09S-21E	43-047-32470	11633	FEDERAL	GW	P	
UTE TRAIL U ST 10	34-09S-21E	43-047-15382	99998	FEDERAL	GW	PA	
MORGAN STATE 1-36	36-09S-21E	43-047-30600	5445	STATE	GW	P	
MORGAN STATE 2-36	36-09S-21E	43-047-32585	11927	STATE	GW	P	
OPERATOR CHANGES DOCUMENTATION Enter date after each listed item is completed 1. (R649-8-10) Sundry or legal documentation was received from the FORMER operator on: 02/28/2003							
2. (R649-8-10) Sundry or legal documentation was received to3. The new company has been checked through the Departm		-	03/04/200	-	neo one	03/06/2002	
4. Is the new company has been enecked through the Departm	YES YES	Business Numb	-	1355743-018		03/06/2003	

OPERATOR CHANGE WORKSHEET

ROUTING

1. GLH 2. CDW / 3. FILE

X Change of Operator (Well Sold)

5. If **NO**, the operator was contacted contacted on:

Designation of Agent/Operator

Operator Name Change

Merger

VERNAL, UT Phone: 1-(435) Account No. Unit: N API NO 1E 43-047-33284	DIL & GAS BOX 1148 84078 -781-7023 N2115 ENTITY NO	LEASE	LP	
Address: P O E VERNAL, UT Phone: 1-(435) Account No. Unit: N API NO 1E 43-047-33284	84078 -781-7023 N2115 ENTITY NO	LEASE		
VERNAL, UT Phone: 1-(435) Account No. Unit: N API NO 1E 43-047-33284	84078 -781-7023 N2115 ENTITY NO		WELL	
Phone: 1-(435) Account No. Unit: N API NO 1E 43-047-33284	N2115 ENTITY NO		WELL	I was a constant of the consta
Account No. Unit: N API NO 1E 43-047-33284	N2115 ENTITY NO		WELL	
Unit: N API NO 1E 43-047-33284	ENTITY NO		WELL	
N API NO 1E 43-047-33284	NO		WELL	
1E 43-047-33284	NO		WELL	Ixense x
1E 43-047-33284	NO		WELL	XXXXX X
The second secon				WELL
The second secon		TYPE	TYPE	STATUS
	12544	INDIAN	GW	P
1E 43-047-33285		INDIAN	GW	P
1E 43-047-33286		INDIAN	GW	P
1E 43-047-33309	12559	INDIAN	GW	P
1E 43-047-34026	99999	INDIAN	GW	APD
1E 43-047-33999	99999	INDIAN	GW	APD
1E 43-047-34741	99999	INDIAN	GW	APD
1E 43-047-34049	99999	INDIAN	GW	APD
1E 43-047-30428	55	INDIAN	GW	P
1E 43-047-30118	9240	FEDERAL	GW	PA
1E 43-047-33690	12996	FEDERAL	GW	P
1E 43-047-15385	99998	FEDERAL	GW	PA
1E 43-047-32513	11655	FEDERAL	GW	P
1E 43-047-32469	11652	FEDERAL	GW	P
1E 43-047-30356	11618	FEDERAL	GW	P
1E 43-047-33872	13128	FEDERAL	GW	S
1E 43-047-32470	11633	FEDERAL	GW	P
1E 43-047-15382	99998	FEDERAL	GW	PA
1E 43-047-30600	5445	STATE	GW	P
1E 43-047-32585	11927	STATE	GW	P
	1E 43-047-33309 1E 43-047-34026 1E 43-047-3499 1E 43-047-34741 1E 43-047-30428 1E 43-047-30118 1E 43-047-33690 1E 43-047-32513 1E 43-047-32513 1E 43-047-32513 1E 43-047-32469 1E 43-047-32469 1E 43-047-33872 1E 43-047-33872 1E 43-047-30600	1E 43-047-3309 12559 1E 43-047-34026 99999 1E 43-047-34999 99999 1E 43-047-34741 99999 1E 43-047-30428 55 1E 43-047-30428 55 1E 43-047-30118 9240 1E 43-047-33690 12996 1E 43-047-32513 11655 1E 43-047-32513 11655 1E 43-047-32469 11652 1E 43-047-32470 11633 1E 43-047-15382 99998 1E 43-047-15382 99998 1E 43-047-15382 99998 1E 43-047-30600 5445	1E 43-047-33309 12559 INDIAN 1E 43-047-34026 99999 INDIAN 1E 43-047-33999 99999 INDIAN 1E 43-047-34741 99999 INDIAN 1E 43-047-30428 55 INDIAN 1E 43-047-30118 9240 FEDERAL 1E 43-047-33690 12996 FEDERAL 1E 43-047-32513 11655 FEDERAL 1E 43-047-32469 11652 FEDERAL 1E 43-047-33872 13128 FEDERAL 1E 43-047-32470 11633 FEDERAL 1E 43-047-15382 99998 FEDERAL 1E 43-047-30600 5445 STATE	1E 43-047-33309 12559 INDIAN GW 1E 43-047-34026 99999 INDIAN GW 1E 43-047-33999 99999 INDIAN GW 1E 43-047-34741 99999 INDIAN GW 1E 43-047-34049 99999 INDIAN GW 1E 43-047-30428 55 INDIAN GW 1E 43-047-30118 9240 FEDERAL GW 1E 43-047-33690 12996 FEDERAL GW 1E 43-047-32513 11655 FEDERAL GW 1E 43-047-32513 11655 FEDERAL GW 1E 43-047-32690 11652 FEDERAL GW 1E 43-047-32469 11652 FEDERAL GW 1E 43-047-33872 13128 FEDERAL GW 1E 43-047-33872 13128 FEDERAL GW 1E 43-047-32470 11633 FEDERAL GW 1E 43-047-15382 99998 FEDERAL GW 1E 43-047-15382 99998 FEDERAL GW 1E 43-047-30600 5445 STATE GW

6. (R649-9-2)Waste Management Plan has been received or	: IN PLACE		
7.	Federal and Indian Lease Wells: The BLM at or operator change for all wells listed on Federal or Ind			ge,
8.	Federal and Indian Units: The BLM or BIA has approved the successor of unit of	operator for wells listed on:	02/27/2003	
9.	Federal and Indian Communization Agree The BLM or BIA has approved the operator for all we	• •	01/09/2003	
10.	Underground Injection Control ("UIC") for the enhanced/secondary recovery unit/project for the		ed UIC Form 5, Transfer of A dd on: N/A	nthority to Inject,
D.A	ATA ENTRY:			
1.	Changes entered in the Oil and Gas Database on:	03/27/2003		
2.	Changes have been entered on the Monthly Operator	Change Spread Sheet on:	03/27/2003	
3.	Bond information entered in RBDMS on:	N/A		
4.	Fee wells attached to bond in RBDMS on:	N/A		• .
ST	ATE WELL(S) BOND VERIFICATION:			
1.	State well(s) covered by Bond Number:	RLB 0005236		*
FE	DERAL WELL(S) BOND VERIFICATION	1:		
1.	Federal well(s) covered by Bond Number:	158626364		**
IN	DIAN WELL(S) BOND VERIFICATION:			:
1.	Indian well(s) covered by Bond Number:	RLB 0005239		
FE	E WELL(S) BOND VERIFICATION:		 	· · · · · · · · · · · · · · · · · · ·
	(R649-3-1) The NEW operator of any fee well(s) listed	covered by Bond Number	RLB 0005238	
	The FORMER operator has requested a release of liabil The Division sent response by letter on:	ity from their bond on: N/A	N/A	
3. (CASE INTEREST OWNER NOTIFICATIO (R649-2-10) The FORMER operator of the fee wells ha of their responsibility to notify all interest owners of this	s been contacted and informe	ed by a letter from the Division	
СО	MMENTS:			
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